# COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

# **FISCAL NOTE**

<u>L.R. No.</u>: 4882-01 <u>Bill No.</u>: HB 2048

Subject: Licenses- Motor Vehicle, Revenue Dept., Veterans

<u>Type</u>: Original

Date: March 11, 2002

# **FISCAL SUMMARY**

ESTIMATED NET EFFECT ON STATE FUNDS							
FUND AFFECTED	FY 2003	FY 2004	FY 2005				
HIGHWAY FUNDS	(\$9,350)	(\$11,220)	(\$11,220)				
Total Estimated Net Effect on <u>All</u> State Funds	(\$9,350)	(\$11,220)	(\$11,220)				

ESTIMATED NET EFFECT ON FEDERAL FUNDS						
FUND AFFECTED	FY 2003	FY 2004	FY 2005			
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0			

ESTIMATED NET EFFECT ON LOCAL FUNDS						
FUND AFFECTED	FY 2003	FY 2004	FY 2005			
<b>Local Government</b>	(\$2,338)	(\$2,805)	(\$2,805)			

Numbers within parentheses: ( ) indicate costs or losses.

This fiscal note contains 4 pages.

#### FISCAL ANALYSIS

# **ASSUMPTION**

Officials from the **Department of Revenue- Division of Motor Vehicle and Drivers Licensing** assume that approximately 50% of the 1496 disabled military license plates issued will apply for the proposed Disabled American Veteran specialty plate. The Motor Vehicle Bureau will not request additional funds to implement this proposal. The MVB will also incur costs for policies, procedures, postage, plates and tabs; however, additional funds for the cost for policies, procedures, postage, plates and tabs will also not be requested, because 50% of the owners that already have disabled military license plates will simply now apply for Disabled American Veteran specialty plates. However, this proposal does not require the \$15 fee that usually is required of specialty plate; therefore, this will have a negative revenue impact.

# Revenue Impact

The Department of Revenue assumes that approximately 748 owners will apply for this new specialty plate who currently have disabled military license plates; however, since this legislation does not require the additional \$15, this could have a potentially negative impact as follows:

#### **FY03**

#### FY04 & FY05

Officials from the **Department of Transportation** are unable to provide an estimate for this proposal and will rely on the response from the Department of Revenue.

Officials from the **Missouri State Highway Patrol** and **Missouri Veterans Commission** assume no fiscal impact on their agencies.

FISCAL IMPACT - State Government FY 2003 FY 2004 FY 2005 (10 Mo.)

**HIGHWAY FUNDS** 

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FISCAL IMPACT - State Government	FY 2003 (10 Mo.)	FY 2004	FY 2005
Revenue- Department of Revenue \$15 plate fee exemption Total	(\$9,350) (\$9,350)	(\$11,220) (\$11,220)	(\$11,220) (\$11,220)
NET ESTIMATED EFFECT ON HIGHWAY FUNDS	<u>(\$9,350)</u>	<u>(\$11,220)</u>	<u>(\$11,220)</u>
FISCAL IMPACT - Local Government	FY 2003 (10 Mo.)	FY 2004	FY 2005
Revenue- Cities \$15 plate fee exemption	(\$1,403)	(\$1,683)	(\$1,683)
Revenue- Counties \$15 plate fee exemption	(\$935)	(\$1,122)	(\$1,122)
	<u>\$2,338</u>	<u>\$2,805</u>	<u>\$2,805</u>

# FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

#### **DESCRIPTION**

This proposal would allow for a special license plate for members of the Disabled American Veterans, Department of Missouri. A person would obtain a use authorization statement (\$25 contribution) from Disabled American Veterans, Department of Missouri, and present the statement to the Department of Revenue at the time of registration along with the registration fee and other documents required by law. Revenue collected from authorization contributions, minus any reasonable administrative cost, would be used solely for Disabled American Veterans, Department of Missouri.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

## SOURCES OF INFORMATION

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Department of Revenue Department of Transportation Missouri State Highway Patrol Veterans Commission

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